

RESOLUTION NO. A-_____

1 A RESOLUTION approving the contract between Lincoln Electric System (LES)
2 and MidAmerican Energy Company (MEC) regarding LES' joint ownership in the MidAmerican
3 Energy coal-fired power plant known as Council Bluffs No. 4 in an amount up to a nominal 100
4 megawatts and authorizing LES to secure long-term financing for its investment in this project.

5 WHEREAS, LES as part of its ongoing responsibility to review and assess
6 anticipated power supply needs for the future, has analyzed anticipated power supply resource
7 needs and alternatives for meeting those needs; and

8 WHEREAS, LES' integrated resource planning process has evaluated a broad
9 range of traditional, renewable, and demand-side resources and identified a regional base load
10 resource as the low-cost option that would best fulfill LES' needs; and

11 WHEREAS, the addition of a base load resource is considered necessary due to
12 the delay and cancellation of the Iatan power plant in which the LES Administrative Board had
13 previously approved LES' participation; and

14 WHEREAS, MidAmerican Energy Company (MEC) is proposing to construct a
15 750 megawatt coal-fired base load power plant known as Council Bluffs No. 4, which is a
16 project that would fit LES' needs and criteria and would serve to replace the Iatan project in
17 LES' power supply plans; and

18 WHEREAS, Council Bluffs No. 4 is anticipated to begin commercial operation in
19 May 2007; and

20 WHEREAS, the LES Administrative Board had approved a commitment of up to
21 a nominal 100 megawatts in Council Bluffs No. 4; and

22 WHEREAS, the Nebraska Power Review Board entered an Order on July 11,
23 2002, approving LES' application for up to a nominal 100 megawatt participation in Council
24 Bluffs No. 4; and

1 WHEREAS, LES anticipates the issuance of long-term bonds to finance its
2 participation in the Council Bluffs No. 4 power plant; and

3 WHEREAS, Section 4.24.070(d)(2) of the Lincoln Municipal Code requires City
4 Council approval of contracts LES seeks to enter that require the issuance of bonds, notes, or
5 other forms of similar long-term borrowings.

6 NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of
7 Lincoln, Nebraska:

8 That the contract between Lincoln Electric System and MidAmerican Energy
9 Company containing substantially the same substantive content as that contained in the copy
10 which is attached regarding LES' joint ownership in the MidAmerican Energy coal-fired power
11 plant known as Council Bluffs No. 4 in an amount up to a nominal 100 megawatts is approved
12 and the LES is authorized to secure long-term financing for its investment in this project.

13 The City Clerk is directed to transmit one fully executed copy of this Resolution
14 to the LES Administrator and CEO.

Introduced by:

Approved as to Form & Legality:

City Attorney

Approved this ____ day of _____, 2002:

Mayor